

**UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re: **W. R. Grace & Co., et al**  
Debtor

Case No. **01-01139** Jointly Administered  
Reporting Period: **February 2010**

**MONTHLY OPERATING REPORT**

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

<b>REQUIRED DOCUMENTS</b>	<b>Form No.</b>	<b>Document Attached</b>	<b>Explanation Attached</b>
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)			See attached Attestation Form
Copies of bank statements			See attached Attestation Form
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			N/A
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

\_\_\_\_\_  
Signature of Debtor

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Joint Debtor

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Authorized Individual\*

\_\_\_\_\_  
Date

\_\_\_\_\_  
Hudson La Force III

\_\_\_\_\_  
Senior Vice President and  
Chief Financial Officer

\_\_\_\_\_  
Printed Name of Authorized Individual

\_\_\_\_\_  
Title of Authorized Individual

\*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

**W. R. Grace & Co.**  
**Monthly Financial Report**  
**February 28, 2010**

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**Monthly Operating Report**

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**Bank Statements**

See attached  
Attestation Form

**Federal Income Tax Returns**

N/A

**Forward-Looking Information**

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

**Statement of Confidentiality**

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

## **Monthly Operating Report**

W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

February 2010

	JP Morgan Chase Disbursement 9101013572	First Union Deposit Acct 2199500021812	First Union Payroll 2079900003815	Merrill Lynch Investment 3323735	Bank of America Lockbox 8188703107	JP Morgan Chase Holding 323223141	JP Morgan Chase Concentration 16001257
CASH BEGINNING OF MONTH	\$ 97,500	\$ 553,666	\$ -	\$ 639,022,589	\$ 53,415	\$ 868,418	\$ 5,818,981
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES					59,062		
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							101,016
TRANSFERS IN - THIRD PARTIES		195,686				119	5,919,154
TRANSFERS IN - NONFILING ENTITIES							15,612,232
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	200,000						77,784,549
MISCELLANEOUS							
TOTAL RECEIPTS	200,000	195,686	-	-	59,062	119	99,416,951
DISBURSEMENTS							
PAYROLL							
PAYROLL TAXES							
TRADE PAYABLES - THIRD PARTIES							356,059
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES	185,852			53,999,982			3,683,939
TRANSFERS OUT - NONFILING ENTITIES							544,637
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		543,440		4,000,000			97,050,691
MISCELLANEOUS							
TOTAL DISBURSEMENTS	185,852	543,440	-	57,999,982	-	-	101,635,326
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	14,148	(347,754)	-	(57,999,982)	59,062	119	(2,218,374)
CASH - END OF MONTH	\$ 111,648	\$ 205,913	\$ -	\$ 581,022,606	\$ 112,477	\$ 868,537	\$ 3,600,606

## Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 February 2010						
	Bank of America Lockbox 8188203114	Bank of America Securities LLC 22330134	First Union Concentration 2000000282172	First Union Payroll 2079900016741	First Union Libby Medical 2079900065006	
CASH BEGINNING OF MONTH	\$ 8,237,973	\$ -	A \$ 7,463,407	\$ 155,546	\$ -	
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES	75,959,865					
ACCOUNTS RECEIVABLE - INTERCOMPANY	781,303					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI						
DIP BORROWINGS						
TRANSFERS IN - THIRD PARTIES						
TRANSFERS IN - NONFILING ENTITIES	3,706,658					
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			86,600,000	17,962,463	112,226	
MISCELLANEOUS						
TOTAL RECEIPTS	80,447,827	-	86,600,000	17,962,463	112,226	
DISBURSEMENTS						
PAYROLL				10,971,041		
PAYROLL TAXES				7,006,477		
TRADE PAYABLES - THIRD PARTIES						
TRADE PAYABLES - INTERCOMPANY						
ACCOUNT SECURITIZATION						
PAYMENTS AS SERVICER FOR GRPI						
DIP PRINCIPAL REPAYMENTS						
DIP INTEREST AND USAGE FEES						
TRANSFERS OUT - THIRD PARTIES	306,562					
TRANSFERS OUT - NONFILING ENTITIES						
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	8,400,000		85,336,061			
MISCELLANEOUS			9,579			
TOTAL DISBURSEMENTS	8,706,562	-	85,345,639	17,977,518	-	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	71,741,265	-	1,254,361	(15,056)	112,226	
CASH - END OF MONTH	\$ 79,979,238	\$ -	A 8,717,768	\$ 140,490	\$ 112,226	

**Note #1**

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**Note A**

This account has been reported as "investment securities" in W.R. Grace & Co.- Conn's balance sheet as of February 28, 2010

W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

February 2010

	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1868-082535	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	SunTrust Payroll 00000141309	PNC 4002641360	Hibernia Natl Disbursement 101391210	JP Morgan Chase Lockbox 304816494
CASH BEGINNING OF MONTH	\$ (3,470,002)	\$ -	\$ -	\$ -	\$ (0)	\$ 45,050	\$ -	\$ -	\$ 13,019,123
RECEIPTS									
ACCOUNTS RECEIVABLE - THIRD PARTIES									16,467,323
ACCOUNTS RECEIVABLE - INTERCOMPANY									26,189,524
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI									
DIP BORROWINGS									
TRANSFERS IN - THIRD PARTIES									
TRANSFERS IN - NONFILING ENTITIES									
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	27,759,218			1,288,849	38,213,305				
MISCELLANEOUS				898					
TOTAL RECEIPTS	27,759,218	-	-	1,289,747	38,213,305	-	-	-	42,656,847
DISBURSEMENTS									
PAYROLL									
PAYROLL TAXES									
TRADE PAYABLES - THIRD PARTIES	26,983,773			1,289,747	37,967,667				
TRADE PAYABLES - INTERCOMPANY									
ACCOUNT SECURITIZATION									
PAYMENTS AS SERVICER FOR GRPI									
DIP PRINCIPAL REPAYMENTS									
DIP INTEREST AND USAGE FEES									
TRANSFERS OUT - THIRD PARTIES									54,841,109
TRANSFERS OUT - NONFILING ENTITIES									
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS									
MISCELLANEOUS	775,446				245,638	14			
TOTAL DISBURSEMENTS	27,759,218	-	-	1,289,747	38,213,305	14	-	-	54,841,109
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-	-	(0)	(14)	-	-	(12,184,262)
CASH - END OF MONTH	\$ (3,470,002)	\$ -	\$ -	\$ -	\$ (0)	\$ 45,036	\$ -	\$ -	\$ 834,861

## Note #1

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W. R. Grace & Co. - Conn Schedule of Cash Receipts and Disbursements MOR-1 February 2010					
	Allfirst Payroll 16298857	First Union Petty Cash 2040000016900	Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125963172	Banco Interam de Finanzas 007000107847
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ 1,039	\$ 351,813	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES			57,978	395,729	-
ACCOUNTS RECEIVABLE - INTERCOMPANY			-	-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-	-	-
DIP BORROWINGS			-	-	-
TRANSFERS IN - THIRD PARTIES			199,930	244,932	-
TRANSFERS IN - NONFILING ENTITIES			-	-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			-	-	-
MISCELLANEOUS					
TOTAL RECEIPTS	-	-	257,908	640,661	-
DISBURSEMENTS					
PAYROLL			15,681	-	-
PAYROLL TAXES			22,375	-	-
TRADE PAYABLES - THIRD PARTIES			-	197,120	-
TRADE PAYABLES - INTERCOMPANY			-	-	-
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI			-	-	-
DIP PRINCIPAL REPAYMENTS			-	-	-
DIP INTEREST AND USAGE FEES			-	-	-
TRANSFERS OUT - THIRD PARTIES			169,714	200,000	-
TRANSFERS OUT - NONFILING ENTITIES			-	-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			-	-	-
MISCELLANEOUS			32,024	30,352	-
TOTAL DISBURSEMENTS	-	-	239,793	427,472	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	18,115	213,190	-
CASH - END OF MONTH	\$ -	\$ -	\$ 19,154	\$ 565,003	\$ -

**Note #1**

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W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

February 2010

	Banco Interam de Finanzas 7000107707	HSBC Operating Acct 1128001	Bank Boston Operating Acct 154519	Cash In Transit	Cash on Hand	Other
<b>CASH BEGINNING OF MONTH</b>	\$ -	\$ 141,248	\$ -	\$ 274,869	\$ 22,203	\$ 5,820,848
<b>RECEIPTS</b>						
ACCOUNTS RECEIVABLE - THIRD PARTIES	-	698,750				
ACCOUNTS RECEIVABLE - INTERCOMPANY	-	-				
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	-				
DIP BORROWINGS	-	-				
TRANSFERS IN - THIRD PARTIES	-	-		2,073,461		
TRANSFERS IN - NONFILING ENTITIES	-	-				
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-	-				
MISCELLANEOUS	-	-				
<b>TOTAL RECEIPTS</b>	-	698,750		2,073,461	-	-
<b>DISBURSEMENTS</b>						
PAYROLL	-	-				
PAYROLL TAXES	-	-				
TRADE PAYABLES - THIRD PARTIES	-	514,535				
TRADE PAYABLES - INTERCOMPANY	-	-				
ACCOUNT SECURITIZATION	-	-				
PAYMENTS AS SERVICER FOR GRPI	-	-				
DIP PRINCIPAL REPAYMENTS	-	-				
DIP INTEREST AND USAGE FEES	-	-				
TRANSFERS OUT - THIRD PARTIES	-	-				
TRANSFERS OUT - NONFILING ENTITIES	-	-				
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-	-				
MISCELLANEOUS	-	2,698				(963,018)
<b>TOTAL DISBURSEMENTS</b>	-	517,233		-	-	(963,018)
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>	-	181,517		2,073,461	-	963,018
<b>CASH - END OF MONTH</b>	\$ -	\$ 322,765	\$ -	\$ 2,348,330	\$ 22,203	\$ 6,783,866

**Note #1**

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W. R. Grace & Co. - Conn		
Schedule of Cash Receipts and Disbursements		
MOR-1		
February 2010		
	CURRENT MONTH	
	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 678,477,686	\$ -
RECEIPTS		
ACCOUNTS RECEIVABLE - THIRD PARTIES	93,638,708	
ACCOUNTS RECEIVABLE - INTERCOMPANY	26,970,827	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	
DIP BORROWINGS	101,016	
TRANSFERS IN - THIRD PARTIES	8,633,283	
TRANSFERS IN - NONFILING ENTITIES	19,318,891	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	249,920,609	
MISCELLANEOUS	898	
TOTAL RECEIPTS	398,584,232	-
DISBURSEMENTS		
PAYROLL	10,986,722	
PAYROLL TAXES	7,028,853	
TRADE PAYABLES - THIRD PARTIES	67,308,900	
TRADE PAYABLES - INTERCOMPANY	-	
ACCOUNT SECURITIZATION	-	
PAYMENTS AS SERVICER FOR GRPI	-	
DIP PRINCIPAL REPAYMENTS	-	
DIP INTEREST AND USAGE FEES	-	
TRANSFERS OUT - THIRD PARTIES	113,387,157	
TRANSFERS OUT - NONFILING ENTITIES	544,637	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	195,330,192	
MISCELLANEOUS	132,732	
TOTAL DISBURSEMENTS	394,719,193	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	3,865,040	-
CASH - END OF MONTH	\$ 682,342,725	\$ -

**Note #1**

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Remedium Group, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

February 2010

	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831985	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ (89,449)	\$ -	\$ (89,449)	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES	76			76	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		250,766		250,766	
TOTAL RECEIPTS	76	250,766	-	250,842	-
DISBURSEMENTS					
PAYROLL				-	
PAYROLL TAXES				-	
TRADE PAYABLES - THIRD PARTIES				-	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES		175,846		175,846	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	76			76	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	76	175,846	-	175,921	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	74,921	-	74,921	
CASH - END OF MONTH	\$ -	\$ (14,529)	\$ -	\$ (14,529)	\$ -

W.R. Grace & Co. Schedule of Cash Receipts and Disbursements MOR-1 February 2010			
	JP Morgan Chase Pass Through 323881963	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ (251)	(251)	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	250,691	250,691	
TOTAL RECEIPTS	250,691	250,691	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	250,691	250,691	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	250,691	250,691	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ (251)	\$ (251)	\$ -

Darex Puerto Rico, Inc.

## Schedule of Cash Receipts and Disbursements

MOR-1

February 2010

	Citibank Operating Acct 300153011	Petty Cash	Other	Cash-in-Transit	CURRENT MONTH	
					ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 457,382	\$ -	\$ -	\$ -	\$ 457,382	\$ -
RECEIPTS						
		No Activity	No Activity	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES	226,723				226,723	
ACCOUNTS RECEIVABLE - INTERCOMPANY					-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					-	
DIP BORROWINGS					-	
TRANSFERS IN - THIRD PARTIES					-	
TRANSFERS IN - NONFILING ENTITIES					-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	1,081,059				1,081,059	
TOTAL RECEIPTS	1,307,781	-	-	-	1,307,781	-
DISBURSEMENTS						
PAYROLL	6,068				6,068	
PAYROLL TAXES	2,620				2,620	
TRADE PAYABLES - THIRD PARTIES	146,164				146,164	
TRADE PAYABLES - INTERCOMPANY					-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI					-	
DIP PRINCIPAL REPAYMENTS					-	
DIP INTEREST AND USAGE FEES					-	
TRANSFERS OUT - THIRD PARTIES					-	
TRANSFERS OUT - NONFILING ENTITIES					-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	1,081,059				1,081,059	
MISCELLANEOUS					-	
TOTAL DISBURSEMENTS	1,235,911	-	-	-	1,235,911	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	71,870	-	-	-	71,870	-
CASH - END OF MONTH	\$ 529,252	\$ -	\$ -	\$ -	\$ 529,252	\$ -

Grace International Holdings Schedule of Cash Receipts and Disbursements MOR-1 February 2010			
	Grace International Holdings 323136524	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION		-	
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

CC Partners Schedule of Cash Receipts and Disbursements MOR-1 February 2010			
	First Union Deposit Acct 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

Kootenai Development Company			
Schedule of Cash Receipts and Disbursements			
MOR-1			
February 2010			
	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 36,035	36,035	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS	8	8	
TOTAL DISBURSEMENTS	8	8	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(8)	(8)	-
CASH - END OF MONTH	\$ 36,027	\$ 36,027	\$ -

Grace Europe, Inc.			
Schedule of Cash Receipts and Disbursements			
MOR-1			
February 2010			
	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -



Gloucester New Communities Company, Inc. Schedule of Cash Receipts and Disbursements MOR-1 February 2010			
	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	500	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 500	\$ 500	\$ -

Dewey & Almy, LLC			
Schedule of Cash Receipts and Disbursements			
MOR-1			
February 2010			
		CURRENT MONTH	
	Miscellaneous	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	-	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION			
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

February 28, 2010

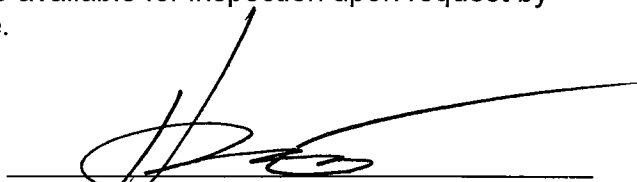
Office of the United States Trustee

Subject: Attestation Regarding Bank Account Reconciliations

The debtor, W. R. Grace & Co, et al, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

The debtor has, on a timely basis, performed all bank account reconciliations in the ordinary course of business. Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

GRACE

  
Name: Hudson La Force  
Position: Senior Vice President and  
Chief Financial Officer

Sworn to and Subscribed  
before me on this 29<sup>th</sup>  
day of March, 2010.

  
LEAH ANGLE  
NOTARY PUBLIC STATE OF MARYLAND  
My Commission Expires September 13, 2011

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended February 28, 2010

	W.R. Grace & Co. Conn.	W.R. Grace & Co.	Remedum Group Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L.B. Realty, Inc.
<i>IRIS numbers</i>	all Conn*	005	063	074	078	197	317	407/702	495
Net sales to third parties	\$ 62,082,101	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	20,122,803	-	-	-	-	-	-	-	-
Net sales to filing entities	225,738	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	3,853,443	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	434,808	5,033,329	762,559	19,173	845,233	-	2,602,915	-	-
	86,718,893	5,033,329	762,559	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	40,363,228	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	13,111,357	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	100,014	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	(294,971)	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	19,388,103	-	(1,847)	-	-	20,000	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	2,775,087	-	-	-	-	-	-	-	-
Defined benefit pension expense	5,804,750	-	-	-	-	-	-	-	-
Depreciation and amortization	5,578,283	-	1,847	-	-	-	-	-	-
Interest expense	2,785,152	-	-	-	-	-	-	-	-
Other expense (income), net	(193,899)	-	(32)	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	1,699,483	-	-	-	-	-	-	-	-
	91,116,588	-	(32)	-	-	20,000	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(4,397,695)	5,033,329	762,591	19,173	845,233	(20,000)	2,602,915	-	-
(Provision for) benefit from income taxes	1,177,540	(1,761,665)	(220,986)	(6,710)	(295,831)	(4,666)	(911,020)	37	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ (3,220,156)</b>	<b>\$ 3,271,664</b>	<b>\$ 541,605</b>	<b>\$ 12,463</b>	<b>\$ 549,402</b>	<b>\$ (24,666)</b>	<b>\$ 1,691,895</b>	<b>\$ 37</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Statement of Operations

MOR - 2

Month Ended February 28, 2010

	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewife Land Corporation	Alewife Boston, Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
<i>IRIS numbers</i>	543	798	069	070	71	073	075	076	077
Net sales to third parties	\$ -	\$ 247,408	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	2,497,014	-	-	-	-	-	-	-	-
	2,497,014	247,408	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	110,957	4,235	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	110,037	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	69,405	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	(91)	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	290,308	4,235	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	2,497,014	(42,901)	(4,235)	-	-	-	-	-	-
(Provision for) benefit from income taxes	185,363	47,599	1,482	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ 2,682,377</b>	<b>\$ 4,698</b>	<b>\$ (2,753)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended February 28, 2010

	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern oil, Resin & Fiberglass, Inc.	Guanica- Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.
<i>IRIS numbers</i>	079	125	174	198	305	318	376	406/408	458
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	8	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	314	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	322	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(322)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	112	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ (210)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended February 28, 2010

	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
<i>IRIS numbers</i>	462	465	477	479	480	481	506	516	519
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended February 28, 2010

	W.R. Grace Land Corporation	G.C. Management Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.
<i>IRIS numbers</i>	523	539	548	557	563	572	587	621	625
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.



W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended February 28, 2010

	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.
<i>IRS numbers</i>	631	637	664	681	689	822	824	827	828
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended February 28, 2010

	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company
<i>IRIS numbers</i>	835	848	856	877	880	na	na	na
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-
Cost of goods sold to related parties	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-
Restructuring expenses	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-
Defined benefit pension expense	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-
Noncontrolling interest in income of subsidiary	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended February 28, 2010			
	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
<i>IRIS numbers</i>	LEVEL 2	BNF/L3/M	
Net sales to third parties	\$ -	\$ -	\$ 62,329,508
Net sales to non-filing entities	-	-	\$ 20,122,803
Net sales to filing entities	(225,738)	-	\$ -
Interest and royalties from non-filing entities, net	-	-	\$ 3,853,443
Interest and royalties from filing entities, net	(12,195,030)	-	\$ -
	(12,420,768)	-	\$ 86,305,755
Cost of goods sold to third parties	-	-	\$ 40,478,421
Cost of goods sold to non-filing entities	-	-	\$ 13,111,357
Cost of goods sold to filing entities	(100,014)	-	\$ -
Cost of goods sold to related parties	-	-	\$ (294,971)
Selling, general and administrative expenses	-	-	\$ 19,516,301
Restructuring expenses	-	-	\$ -
Research and development expenses	-	-	\$ 2,775,087
Defined benefit pension expense	-	-	\$ 5,804,750
Depreciation and amortization	-	-	\$ 5,649,849
Interest expense	-	-	\$ 2,785,152
Other expense (income), net	-	-	\$ (194,022)
Chapter 11 reorganization expenses, net of interest income	-	-	\$ 1,699,483
	(100,014)	-	\$ 91,331,407
(Loss) income before income taxes, noncontrolling interest and equity in net income of non-filing entities	(12,320,753)	-	\$ (5,025,652)
(Provision for) benefit from income taxes	-	-	\$ (1,788,745)
Noncontrolling interest in income of subsidiary	-	-	\$ -
Equity in net income of non-filing entities	-	11,693,734	\$ 11,693,734
<b>Net (loss) income</b>	<b>\$(12,320,753)</b>	<b>\$ 11,693,734</b>	<b>\$ 4,879,336</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	W. R. Grace & Co. - Conn	W. R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and cash equivalents	\$ 682,342,725	\$ (251)	\$ (14,529)	\$ -	\$ -
Investment securities	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	102,590,793	-	-	-	-
Accounts receivable - related party	11,953,520	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	300,408,889	(325,567,871)	(27,020,376)	12,872,292	(69,845,902)
Inventories	103,796,913	-	-	-	-
Deferred income taxes	25,569,794	-	(1,191,397)	-	-
Other current assets	25,795,734	-	-	-	-
<b>Total Current Assets</b>	<b>1,252,458,370</b>	<b>(325,568,123)</b>	<b>(28,226,302)</b>	<b>12,872,292</b>	<b>(69,845,902)</b>
Properties and equipment, net	393,936,950	-	308,096	-	-
Goodwill	24,063,463	-	-	-	-
Deferred income taxes	1,008,152,700	-	23,348,418	-	-
Asbestos-related insurance receivable	500,000,000	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,837,575,113)	1,179,795,085	117,807,003	6,240,293	270,910,581
Investment in filing and non-filing entities	1,140,444,771	241,512,111	-	-	-
Overfunded defined benefit pension plans	258,051	-	-	-	-
Investment of unconsolidated affiliates	48,512,645	-	-	-	-
Other assets	51,215,765	-	-	-	-
<b>Total Assets</b>	<b>\$ 2,581,467,602</b>	<b>\$ 1,095,739,072</b>	<b>\$ 113,237,215</b>	<b>\$ 19,112,585</b>	<b>\$ 201,064,679</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>					
<b>Liabilities Not Subject to Compromise</b>					
<b>Current Liabilities</b>					
Debt payable within one year	\$ 196,619	-	\$ -	\$ -	\$ -
Loan payable - related party	1,743,158	-	-	-	-
Accounts payable	81,976,224	-	157,171	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	1,533,035	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	136,464,265	-	(211,187)	-	-
<b>Total Current Liabilities</b>	<b>221,913,301</b>	<b>-</b>	<b>(54,016)</b>	<b>-</b>	<b>-</b>
Debt payable after one year	251,665	-	-	-	-
Loan payable - related party	10,457,504	-	-	-	-
Deferred income taxes	188,384,610	-	-	-	-
Underfunded defined benefit pension plans	355,197,742	-	-	-	-
Other liabilities	30,989,974	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	<b>807,194,796</b>	<b>-</b>	<b>(54,016)</b>	<b>-</b>	<b>-</b>
<b>Liabilities Subject to Compromise</b>					
Debt, pre-petition plus accrued interest	855,008,209	-	-	-	-
Drawn letters of credit plus accrued interest	31,646,157	-	-	-	-
Income tax contingences	(116,777,322)	132,031,989	(10,981,825)	564,028	25,434,036
Asbestos-related contingences	1,700,000,000	-	-	-	-
Environmental contingences	84,373,985	-	63,305,776	-	-
Postretirement benefits	172,729,989	-	-	-	-
Other liabilities and accrued interest	137,296,585	-	656,146	-	-
<b>Total Liabilities Subject to Compromise</b>	<b>2,864,277,603</b>	<b>132,031,989</b>	<b>52,980,097</b>	<b>564,028</b>	<b>25,434,036</b>
<b>Total Liabilities</b>	<b>3,671,472,399</b>	<b>132,031,989</b>	<b>52,926,081</b>	<b>564,028</b>	<b>25,434,036</b>
<b>Equity (Deficit)</b>					
Preferred stock	-	-	-	-	-
Common stock	83,968,960	839,070	12,223	1,000	-
Paid in capital	144,899,878	441,167,420	9,724,449	34,052,467	56,011,577
(Accumulated deficit)/Retained earnings	(799,474,755)	574,695,817	50,574,462	(15,504,909)	119,619,066
Treasury stock, at cost	-	(52,995,324)	-	-	-
Accumulated other comprehensive (loss) income	(519,528,880)	100	-	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	<b>(1,090,134,797)</b>	<b>963,707,083</b>	<b>60,311,134</b>	<b>18,548,557</b>	<b>175,630,643</b>
Noncontrolling interest	130,000	-	-	-	-
<b>Total Equity (Deficit)</b>	<b>(1,090,004,797)</b>	<b>963,707,083</b>	<b>60,311,134</b>	<b>18,548,557</b>	<b>175,630,643</b>
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ 2,581,467,602</b>	<b>\$ 1,095,739,072</b>	<b>\$ 113,237,215</b>	<b>\$ 19,112,585</b>	<b>\$ 201,064,679</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 529,252
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	78,112	-	-	1,135,651
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(12,849,939)	(386,938,610)	5,653,431	140,524,854	(93,406,106)	2,861,465
Inventories	-	-	-	-	-	145,307
Deferred income taxes	-	-	0	-	-	80,747
Other current assets	-	-	-	-	-	0
<b>Total Current Assets</b>	<b>(12,849,939)</b>	<b>(386,938,610)</b>	<b>5,731,543</b>	<b>140,524,854</b>	<b>(93,406,106)</b>	<b>4,752,423</b>
Properties and equipment, net	-	-	-	-	-	409,442
Goodwill	-	-	-	-	-	1,256,948
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	658,954,189	(3,268,007)	-	27,438,474	-
Investment in filing and non-filing entities	-	-	-	-	58,669,464	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	54,000	-	-	4,806,619
<b>Total Assets</b>	<b>\$ (12,849,939)</b>	<b>\$ 272,015,579</b>	<b>\$ 2,517,536</b>	<b>\$ 140,524,854</b>	<b>\$ (7,298,167)</b>	<b>\$ 11,225,432</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	20,999	-	-	635,129
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	(1,532,767)
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	1,574	-	355,037	-	-	263,457
<b>Total Current Liabilities</b>	<b>1,574</b>	<b>-</b>	<b>376,036</b>	<b>-</b>	<b>-</b>	<b>(634,181)</b>
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	0	-	(169,509)	32,221
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	<b>1,574</b>	<b>-</b>	<b>376,036</b>	<b>-</b>	<b>(169,509)</b>	<b>(601,960)</b>
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(153,808)	78,347,225	(1,046,834)	(150)	(10,067,117)	572,679
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	(2,410)	-	-	133,907
<b>Total Liabilities Subject to Compromise</b>	<b>(153,808)</b>	<b>78,347,225</b>	<b>(1,049,244)</b>	<b>(150)</b>	<b>(10,067,117)</b>	<b>706,586</b>
<b>Total Liabilities</b>	<b>(152,234)</b>	<b>78,347,225</b>	<b>(673,208)</b>	<b>(150)</b>	<b>(10,236,626)</b>	<b>104,626</b>
<b>Equity (Deficit)</b>						
Preferred stock	-	112	-	-	-	-
Common stock	1,000	1,000	1,000	-	1,000	1,000
Paid in capital	-	(29,267,410)	-	25,358,993	61,845,489	13,074,177
(Accumulated deficit)/Retained earnings	(12,698,705)	222,934,652	(345,498)	115,166,011	(103,140,814)	(1,954,371)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	3,535,242	-	44,232,784	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	<b>(12,697,705)</b>	<b>193,668,354</b>	<b>3,190,744</b>	<b>140,525,004</b>	<b>2,938,459</b>	<b>11,120,806</b>
Noncontrolling interest	-	-	-	-	-	-
<b>Total Equity (Deficit)</b>	<b>(12,697,705)</b>	<b>193,668,354</b>	<b>3,190,744</b>	<b>140,525,004</b>	<b>2,938,459</b>	<b>11,120,806</b>
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ (12,849,939)</b>	<b>\$ 272,015,579</b>	<b>\$ 2,517,536</b>	<b>\$ 140,524,854</b>	<b>\$ (7,298,167)</b>	<b>\$ 11,225,432</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	Alewife Land Corporation	Alewife Boston Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(5,220,648)	(2,143,580)	-	(57,817,172)	(110)	(330)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	11,491	-	-	-	-	-
<b>Total Current Assets</b>	(5,209,157)	(2,143,580)	-	(57,817,172)	(110)	(330)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	34,053,467	54,500,000	54,500,000
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ (5,209,157)</b>	<b>\$ (2,143,580)</b>	<b>\$ -</b>	<b>\$ (23,763,706)</b>	<b>\$ 54,499,890</b>	<b>\$ 54,499,670</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
<b>Total Current Liabilities</b>	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(416,929)	(210)	-	-	(110)	(330)
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(416,929)	(210)	-	-	(110)	(330)
<b>Total Liabilities</b>	(416,929)	(210)	-	-	(110)	(330)
<b>Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	200	-	-	931,540	1	130
Paid in capital	274,606	-	-	9,408,460	54,499,999	54,499,870
(Accumulated deficit)/Retained earnings	(5,067,033)	(2,143,370)	-	(34,103,706)	-	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	(4,792,228)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000
Noncontrolling interest	-	-	-	-	-	-
<b>Total Equity (Deficit)</b>	(4,792,228)	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ (5,209,157)</b>	<b>\$ (2,143,580)</b>	<b>\$ -</b>	<b>\$ (23,763,706)</b>	<b>\$ 54,499,890</b>	<b>\$ 54,499,670</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	MRA Staffing Systems, Inc.	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ 36,027	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(27,731)	(170,483)	(26,614,022)	57,347,191	(7,283,826)	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	7,731	-	-	-	-
<b>Total Current Assets</b>	(27,731)	(126,726)	(26,614,022)	57,347,191	(7,283,826)	-
Properties and equipment, net	-	10,676	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	56,011,577	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 55,983,846</b>	<b>\$ (116,049)</b>	<b>\$ (26,614,022)</b>	<b>\$ 57,347,191</b>	<b>\$ (7,283,826)</b>	<b>\$ -</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
<b>Total Current Liabilities</b>	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(7,489)	(496,933)	(195)	10,346,794	(230)	-
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(7,489)	(496,933)	(195)	10,346,794	(230)	-
<b>Total Liabilities</b>	(7,489)	(496,933)	(195)	10,346,794	(230)	-
<b>Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	130	-	-	-	5,150	-
Paid in capital	54,499,870	1,303,954	864,233	3,671,658	5,144,850	-
(Accumulated deficit)/Retained earnings	1,491,335	(923,070)	(27,478,060)	43,427,950	(12,433,596)	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	(99,212)	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	<b>55,991,335</b>	<b>380,884</b>	<b>(26,613,827)</b>	<b>47,000,396</b>	<b>(7,283,596)</b>	<b>-</b>
Noncontrolling interest	-	-	-	-	-	-
<b>Total Equity (Deficit)</b>	<b>55,991,335</b>	<b>380,884</b>	<b>(26,613,827)</b>	<b>47,000,396</b>	<b>(7,283,596)</b>	<b>-</b>
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ 55,983,846</b>	<b>\$ (116,049)</b>	<b>\$ (26,614,022)</b>	<b>\$ 57,347,191</b>	<b>\$ (7,283,826)</b>	<b>\$ -</b>

**Note #3**  
 Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	Southern Oil, Resin & Fiberglass, Inc.	Guanica-Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	-	5,824,284	(102,989)	(1,119,103)	10,284,124	330
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	-	5,824,284	(102,989)	(1,119,103)	10,284,124	330
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	94,022	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>Total Assets</b>	\$ -	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	3	-
<b>Total Current Liabilities</b>	-	-	-	-	3	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	3	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	-	(110)	-	(110)	(560)	(560)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	-	(110)	-	(110)	(560)	(560)
<b>Total Liabilities</b>	-	(110)	-	(110)	(557)	(560)
<b>Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	-	1,000	2,000	29,000	1,000	1,000
Paid in capital	-	5,823,446	-	-	3,136,087	-
(Accumulated deficit)/Retained earnings	-	(52)	(10,966)	(1,147,993)	7,147,595	(110)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	-	5,824,394	(8,966)	(1,118,993)	10,284,682	890
Noncontrolling interest	-	-	-	-	-	-
<b>Total Equity (Deficit)</b>	-	5,824,394	(8,966)	(1,118,993)	10,284,682	890
<b>Total Liabilities and Equity (Deficit)</b>	\$ -	\$ 5,824,284	\$ (8,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.



**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(2,417,714)	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	(2,417,714)	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ (2,417,714)</b>	<b>\$ (26,312,455)</b>	<b>\$ (5,132,933)</b>	<b>\$ (3,350,634)</b>	<b>\$ (2,509,849)</b>	<b>\$ 840</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
<b>Total Current Liabilities</b>	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(450)	-	(818)	(110)	(210)	(110)
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(450)	-	(818)	(110)	(210)	(110)
<b>Total Liabilities</b>	(450)	-	(818)	(110)	(210)	(110)
<b>Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	26,000	-	-	1,000	1,000	1,000
Paid in capital	9,988,414	-	-	-	-	-
(Accumulated deficit)/Retained earnings	(12,431,678)	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	(50)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	(2,417,264)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950
Noncontrolling interest	-	-	-	-	-	-
<b>Total Equity (Deficit)</b>	(2,417,264)	(26,312,455)	(5,132,115)	(3,350,524)	(2,509,639)	950
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ (2,417,714)</b>	<b>\$ (26,312,455)</b>	<b>\$ (5,132,933)</b>	<b>\$ (3,350,634)</b>	<b>\$ (2,509,849)</b>	<b>\$ 840</b>

**Note #3**  
 Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	Ecarg, Inc.	W. R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W. R. Grace Capital Corporation
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(1,230,613)	36,708,315	-	(73,061)	(12,559,518)	(264,688)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	(1,230,613)	36,708,315	-	(73,061)	(12,559,518)	(264,688)
Properties and equipment, net	-	-	-	-	-	438,445
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	6,284,806	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>Total Assets</b>	\$ (1,230,613)	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	199
<b>Total Current Liabilities</b>	-	-	-	-	-	199
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-	199
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingencies	(30)	(821)	-	(110)	(265)	(759)
Asbestos-related contingencies	-	-	-	-	-	-
Environmental contingencies	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(30)	(821)	-	(110)	(265)	(759)
<b>Total Liabilities</b>	(30)	(821)	-	(110)	(265)	(560)
<b>Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	50	5,000	-	1,000	85,539	1,000
Paid in capital	50	19,577,160	-	-	6,541,055	4,000
(Accumulated deficit)/Retained earnings	(1,230,683)	23,411,782	-	(73,951)	(19,185,847)	169,317
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	(1,230,583)	42,993,942	-	(72,951)	(12,559,253)	174,317
Noncontrolling interest	-	-	-	-	-	-
<b>Total Equity (Deficit)</b>	(1,230,583)	42,993,942	-	(72,951)	(12,559,253)	174,317
<b>Total Liabilities and Equity (Deficit)</b>	\$ (1,230,613)	\$ 42,993,121	\$ -	\$ (73,061)	\$ (12,559,518)	\$ 173,757

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
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**February 28, 2010**

	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International, Inc.	GPC Thomasville Corp.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 500	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	91,572	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(19,555,815)	23,478,717	6,345,361	810,265	(48,413,250)	(185)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	(19,463,742)	23,478,717	6,345,361	810,265	(48,413,250)	(185)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	4,066	-	-	-	-	-
<b>Total Assets</b>	<b>\$ (19,459,676)</b>	<b>\$ 23,478,717</b>	<b>\$ 6,345,361</b>	<b>\$ 810,265</b>	<b>\$ (48,413,250)</b>	<b>\$ (185)</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	4,066	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
<b>Total Current Liabilities</b>	4,066	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	4,066	-	-	-	-	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	-	(1,432)	(300)	(335)	(405)	(185)
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	-	(1,432)	(300)	(335)	(405)	(185)
<b>Total Liabilities</b>	4,066	(1,432)	(300)	(335)	(405)	(185)
<b>Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	5,000	1,090,000	1,000	1,000	303,000	-
Paid in capital	6,000,000	33,631,999	18,090,032	-	37,765,000	-
(Accumulated deficit)/Retained earnings	(25,468,742)	(11,241,851)	(11,745,371)	809,600	(86,480,845)	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	(19,463,742)	23,480,148	6,345,661	810,600	(48,412,845)	-
Noncontrolling interest	-	-	-	-	-	-
<b>Total Equity (Deficit)</b>	(19,463,742)	23,480,148	6,345,661	810,600	(48,412,845)	-
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ (19,459,676)</b>	<b>\$ 23,478,717</b>	<b>\$ 6,345,361</b>	<b>\$ 810,265</b>	<b>\$ (48,413,250)</b>	<b>\$ (185)</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities  
Combining Balance Sheet  
MOR - 3  
February 28, 2010

	Grace Ventures Corp.	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, inc.
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(86,721)	352,712,699	4,389,612	(15,750,664)	5,296,839
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
<b>Total Current Assets</b>	(86,721)	352,712,699	4,389,612	(15,750,664)	5,296,839
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	(35,903,123)	(14,135,725)	-	-
Investment in filing and non-filing entities	-	187,272,210	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
<b>Total Assets</b>	\$ (86,721)	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>					
<b>Liabilities Not Subject to Compromise</b>					
<b>Current Liabilities</b>					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
<b>Total Current Liabilities</b>	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Loan payable - related party	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-
<b>Liabilities Subject to Compromise</b>					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(110)	(119)	(110)	-	(360)
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(110)	(119)	(110)	-	(360)
<b>Total Liabilities</b>	(110)	(119)	(110)	-	(360)
<b>Equity (Deficit)</b>					
Preferred stock	-	-	-	-	-
Common stock	-	1,000	1,000	(114,960)	100
Paid in capital	1,900,000	451,425,156	(2,089,027)	34,215,000	-
(Accumulated deficit)/Retained earnings	(1,986,611)	52,655,749	(7,657,976)	(49,850,704)	5,297,099
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	(86,611)	504,081,905	(9,746,003)	(15,750,664)	5,297,199
Noncontrolling interest	-	-	-	-	-
<b>Total Equity (Deficit)</b>	(86,611)	504,081,905	(9,746,003)	(15,750,664)	5,297,199
<b>Total Liabilities and Equity (Deficit)</b>	\$ (86,721)	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,839

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	Grace A-B II Inc.	Grace H-G II Inc.	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	875,359	(5,314)	108,080	130,215,533	145,239,206
Inventories	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Other current assets	-	-	-	-	-
<b>Total Current Assets</b>	875,359	(5,314)	108,080	130,215,533	145,239,206
Properties and equipment, net	-	-	-	-	-
Goodwill	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-
Overfunded defined benefit pension plans	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-
Other assets	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 875,359</b>	<b>\$ (5,314)</b>	<b>\$ 108,080</b>	<b>\$ 130,215,533</b>	<b>\$ 145,239,206</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>					
<b>Liabilities Not Subject to Compromise</b>					
<b>Current Liabilities</b>					
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-
Accounts payable	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-
Income taxes payable	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-
Other current liabilities	-	-	-	-	-
<b>Total Current Liabilities</b>	-	-	-	-	-
Debt payable after one year	-	-	-	-	-
Loan payable - related party	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-
Other liabilities	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-
<b>Liabilities Subject to Compromise</b>					
Debt, pre-petition plus accrued interest	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-
Income tax contingences	(310)	(260)	(360)	21,450,461	21,450,636
Asbestos-related contingences	-	-	-	-	-
Environmental contingences	-	-	-	-	-
Postretirement benefits	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(310)	(260)	(360)	21,450,461	21,450,636
<b>Total Liabilities</b>	(310)	(260)	(360)	21,450,461	21,450,636
<b>Equity (Deficit)</b>					
Preferred stock	-	-	-	-	-
Common stock	1,000	1,000	1,000	1,000	100
Paid in capital	-	-	-	30,293,750	13,880,108
(Accumulated deficit)/Retained earnings	874,669	(6,054)	107,440	78,470,322	109,908,362
Treasury stock, at cost	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	875,669	(5,054)	108,440	108,765,072	123,788,570
Noncontrolling interest	-	-	-	-	-
<b>Total Equity (Deficit)</b>	875,669	(5,054)	108,440	108,765,072	123,788,570
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ 875,359</b>	<b>\$ (5,314)</b>	<b>\$ 108,080</b>	<b>\$ 130,215,533</b>	<b>\$ 145,239,206</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	Grace Drilling Company	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment securities	-	-	-	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Accounts receivable - related party	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(81,115,113)	47,407,796	-	-	-	600,000
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	(81,115,113)	47,407,796	-	-	-	600,000
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	(1,323,702,717)
Overfunded defined benefit pension plans	-	-	-	-	-	-
Investment of unconsolidated affiliates	-	-	-	-	-	-
Other assets	-	-	-	-	-	(1,201,282)
<b>Total Assets</b>	<b>\$ (81,115,113)</b>	<b>\$ 47,407,796</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,324,303,999)</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan payable - related party	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Accounts payable - related party	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	(200,000)
<b>Total Current Liabilities</b>	-	-	-	-	-	(200,000)
Debt payable after one year	-	-	-	-	-	-
Loan payable - related party	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Underfunded defined benefit pension plans	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-	(200,000)
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Drawn letters of credit plus accrued interest	-	-	-	-	-	-
Income tax contingences	(480)	(110)	-	-	-	-
Asbestos-related contingences	-	-	-	-	-	-
Environmental contingences	-	-	-	-	-	-
Postretirement benefits	-	-	-	-	-	-
Other liabilities and accrued interest	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(480)	(110)	-	-	-	-
<b>Total Liabilities</b>	(480)	(110)	-	-	-	(200,000)
<b>Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	124,473	1,000	-	-	-	(86,493,960)
Paid in capital	51,173,713	7,308,934	-	-	-	(1,222,770,000)
(Accumulated deficit)/Retained earnings	(132,412,819)	40,097,972	-	-	-	3,159,961
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	(18,000,000)
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	(81,114,633)	47,407,906	-	-	-	(1,324,103,999)
Noncontrolling interest	-	-	-	-	-	-
<b>Total Equity (Deficit)</b>	(81,114,633)	47,407,906	-	-	-	(1,324,103,999)
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ (81,115,113)</b>	<b>\$ 47,407,796</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (1,324,303,999)</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combining Balance Sheet**  
**MOR - 3**  
**February 28, 2010**

	Conversion to Equity Method	Reporting Reclasses	COMBINED FILING ENTITIES
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ -	\$ -	\$ 682,893,725
Investment securities	-	-	\$ -
Cash value of life insurance policies, net of policy loans	-	-	\$ -
Accounts and other receivables, net	-	-	\$ 103,896,129
Accounts receivable - related party	-	-	\$ 11,953,520
Receivables from/(payables to) filing and non-filing entities, net	-	200,000	\$ 55,258,158
Inventories	-	-	\$ 103,942,220
Deferred income taxes	-	96,238	\$ 24,555,382
Other current assets	-	-	\$ 25,814,956
<b>Total Current Assets</b>	-	296,238	\$ 1,008,314,090
Properties and equipment, net	-	-	\$ 395,103,609
Goodwill	-	-	\$ 25,320,411
Deferred income taxes	-	(188,247,322)	\$ 843,253,795
Asbestos-related insurance receivable	-	-	\$ 500,000,000
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	\$ 370,263,657
Investment in filing and non-filing entities	(244,442,071)	1,800,000	\$ 266,997,639
Overfunded defined benefit pension plans	-	-	\$ 258,051
Investment of unconsolidated affiliates	-	-	\$ 48,512,645
Other assets	-	-	\$ 54,879,169
<b>Total Assets</b>	<b>\$ (244,442,071)</b>	<b>\$ (186,151,084)</b>	<b>\$ 3,512,903,066</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>			
<b>Liabilities Not Subject to Compromise</b>			
<b>Current Liabilities</b>			
Debt payable within one year	\$ -	\$ -	\$ 196,619
Loan payable - related party	-	-	\$ 1,743,158
Accounts payable	-	-	\$ 82,793,589
Accounts payable - related party	-	-	\$ -
Income taxes payable	-	-	\$ 268
Asbestos-related liability expected to be disbursed within one year	-	-	\$ -
Other current liabilities	-	3,421,305	\$ 140,094,651
<b>Total Current Liabilities</b>	-	3,421,305	\$ 224,828,285
Debt payable after one year	-	-	\$ 251,665
Loan payable - related party	-	-	\$ 10,457,504
Deferred income taxes	-	(188,247,322)	\$ -
Underfunded defined benefit pension plans	-	-	\$ 355,197,742
Other liabilities	-	-	\$ 30,989,974
<b>Total Liabilities Not Subject to Compromise</b>	-	(184,826,017)	\$ 621,725,170
<b>Liabilities Subject to Compromise</b>			
Debt, pre-petition plus accrued interest	-	-	\$ 855,008,209
Drawn letters of credit plus accrued interest	-	-	\$ 31,646,157
Income tax contingences	-	-	\$ 150,238,467
Asbestos-related contingences	-	-	\$ 1,700,000,000
Environmental contingences	-	-	\$ 147,679,761
Postretirement benefits	-	-	\$ 172,729,989
Other liabilities and accrued interest	-	(9,125,067)	\$ 128,959,162
<b>Total Liabilities Subject to Compromise</b>	-	(9,125,067)	\$ 3,186,261,745
<b>Total Liabilities</b>	-	(193,951,084)	\$ 3,807,986,915
<b>Equity (Deficit)</b>			
Preferred stock	-	-	\$ 112
Common stock	-	-	\$ 841,747
Paid in capital	-	-	\$ 446,929,414
(Accumulated deficit)/Retained earnings	(208,140,000)	2,000,000	\$ (169,627,762)
Treasury stock, at cost	-	-	\$ (52,995,324)
Accumulated other comprehensive (loss) income	(36,302,070)	5,800,000	\$ (520,362,036)
<b>Total W.R. Grace &amp; Co. - Chapter 11 Filing Entities Equity (Deficit)</b>	<b>(244,442,071)</b>	<b>7,800,000</b>	<b>\$ (295,213,849)</b>
Noncontrolling interest	-	-	\$ 130,000
<b>Total Equity (Deficit)</b>	<b>(244,442,071)</b>	<b>7,800,000</b>	<b>\$ (295,083,849)</b>
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ (244,442,071)</b>	<b>\$ (186,151,084)</b>	<b>\$ 3,512,903,066</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

Chart 5

<b>W. R. Grace &amp; Co. - Conn</b> <b>Status of Postpetition Taxes</b> <b>MOR-4</b> <b>February 28, 2010</b>				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
<b>Federal</b>				
Withholding	\$ 92,502	\$ 2,013,881	\$ (1,972,881)	\$ 133,502
FICA - Employee	14,769	1,109,029	(1,110,566)	13,232
FICA and payroll- Employer	1,355,048	1,109,028	(784,006)	1,680,070
Unemployment	-	26,041	(26,041)	-
Other	-	225,556	(225,556)	-
<b>Total Federal Taxes</b>	<b>\$ 1,462,319</b>	<b>\$ 4,483,535</b>	<b>\$ (4,119,050)</b>	<b>\$ 1,826,804</b>
<b>State and Local</b>				
Withholding	\$ 75,679	\$ 682,080	(676,920)	\$ 80,839
Sales & Use	314,050	415,892	(269,770)	460,172
Property Taxes	1,715,699	246,849	(237,911)	1,724,637
Other	-	-	-	-
<b>Total State and Local</b>	<b>\$ 2,105,428</b>	<b>\$ 1,344,821</b>	<b>\$ (1,184,601)</b>	<b>\$ 2,265,648</b>
<b>Total Taxes</b>	<b>\$ 3,567,747</b>	<b>\$ 5,828,356</b>	<b>\$ (5,303,651)</b>	<b>\$ 4,092,452</b>

**Note #4**

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.



Chart 5

Remedium Group, Inc. Status of Postpetition Taxes MOR-4 February 28, 2010				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
<b>Federal</b>				
Withholding	\$ -	\$ 4,732	\$ (4,732)	\$ -
FICA - Employee	-	2,720	(2,720)	-
FICA and payroll- Employer	-	2,720	(2,720)	-
Unemployment	-	13	(13)	-
Other	-	241	(241)	-
<b>Total Federal Taxes</b>	\$ -	\$ 10,426	\$ (10,426)	\$ -
<b>State and Local</b>				
Withholding	\$ -	\$ 324	\$ (324)	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
<b>Total State and Local</b>	\$ -	\$ 324	\$ (324)	\$ -
<b>Total Taxes</b>	\$ -	\$ 10,750	\$ (10,750)	\$ -

**Note #4**

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

<b>Grace Washington, Inc.</b> <b>Status of Postpetition Taxes</b> <b>MOR-4</b> <b>February 28, 2010</b>				
	<b>Beginning Tax Liability</b>	<b>Amount Withheld or Accrued</b>	<b>Amount Paid</b>	<b>Ending Tax Liability</b>
	<b>A</b>	<b>B</b>	<b>= C-A-B</b>	<b>C</b>
<b>Federal</b>				
Withholding	\$ -	\$ 19,908	\$ (19,908)	\$ -
FICA - Employee	-	6,200	(6,200)	-
FICA and payroll- Employer	-	6,200	(6,200)	-
Unemployment	-	-	-	-
Other	-	-	-	-
<b>Total Federal Taxes</b>	\$ -	\$ 32,308	\$ (32,308)	\$ -
<b>State and Local</b>				
Withholding	\$ -	\$ 4,515	\$ (4,515)	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
<b>Total State and Local</b>	\$ -	\$ 4,515	\$ (4,515)	\$ -
<b>Total Taxes</b>	\$ -	\$ 36,823	\$ (36,823)	\$ -

**Note #4**

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

<b>L B Realty, Inc.</b> <b>Status of Postpetition Taxes</b> <b>MOR-4</b> <b>February 28, 2010</b>				
	<b>Beginning Tax Liability</b>	<b>Amount Withheld or Accrued</b>	<b>Amount Paid</b>	<b>Ending Tax Liability</b>
	<b>A</b>	<b>B</b>	<b>= C-A-B</b>	<b>C</b>
<b>Federal</b>				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	-	-	-
FICA and payroll- Employer	-	-	-	-
Unemployment	-	-	-	-
Other	-	-	-	-
<b>Total Federal Taxes</b>	\$ -	\$ -	\$ -	\$ -
<b>State and Local</b>				
Withholding	\$ -	\$ -	\$ -	\$ -
Sales & Use	-	-	-	-
Property Taxes	-	-	-	-
Other	-	-	-	-
<b>Total State and Local</b>	\$ -	\$ -	\$ -	\$ -
<b>Total Taxes</b>	\$ -	\$ -	\$ -	\$ -

**Note #4**

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 5

<b>Darex Puerto Rico, Inc.</b> <b>Status of Postpetition Taxes</b> <b>MOR-4</b> <b>February 28, 2010</b>				
	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Ending Tax Liability
	A	B	= C-A-B	C
<b>Federal</b>				
Withholding	\$ -	\$ -	\$ -	\$ -
FICA - Employee	-	638	(638)	-
FICA and payroll- Employer	-	638	(638)	-
Unemployment	-	58	(58)	-
Other	-	401	(401)	-
<b>Total Federal Taxes</b>	\$ -	\$ 1,735	\$ (1,735)	\$ -
<b>State and Local</b>				
Withholding	\$ -	\$ 886	\$ (886)	\$ -
Sales & Use	(436)	193	(1)	(244)
Property Taxes	154,360	18,750	-	173,110
Other	-	-	-	-
<b>Total State and Local</b>	\$ 153,924	\$ 19,829	\$ (887)	\$ 172,866
<b>Total Taxes</b>	\$ 153,924	\$ 21,564	\$ (2,622)	\$ 172,866

**Note #4**

Grace's information systems do not provide the detailed nature of invoices in Accounts Payable. See Debtor Questionnaire (Chart 7, MOR – 5) for attestation related to accounts payable and tax obligations.

Chart 6

W. R. Grace & Co. - Conn	
Accounts Receivable Reconciliation and Aging	
MOR-5	
February 2010	
Trade Accounts Receivable Reconciliation	
Trade accounts receivable, beginning of month, gross	\$ 79,942,365
Amounts billed during the period	\$ 62,082,101
Amounts collected during the period	\$ (93,638,708)
Other	\$ 42,355,594
Trade accounts receivable at the end of month, gross	\$ 90,741,352
Trade Accounts Receivable Aging	
Current	\$ 77,495,597
1-30 days past due	\$ 10,700,963
31-60 days past due	\$ 446,838
+61 days past due	\$ 2,097,954
Trade accounts receivable, gross	\$ 90,741,352
Allowance for doubtful accounts	\$ (2,159,733)
Trade accounts receivable, net	\$ 88,581,619
Notes and Accounts Receivable Reconciliation	
Trade accounts receivable, net	\$ 88,581,619
Customer notes and drafts receivable	\$ 557,341
Pending customer credit notes	\$ (432,657)
Advances and deposits	\$ 2,188,048
Nontrade receivables, net	\$ 11,696,443
Total notes and accounts receivable, net	\$ 102,590,793

Chart 6

<b>Grace Washington, Inc.</b> <b>Accounts Receivable Reconciliation and Aging</b> <b>MOR-5</b> <b>February 2010</b>	
<b>Trade Accounts Receivable Reconciliation</b>	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
<b>Trade Accounts Receivable Aging</b>	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
<b>Notes and Accounts Receivable Reconciliation</b>	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -

Chart 6

Darex Puerto Rico, Inc. Accounts Receivable Reconciliation and Aging MOR-5 February 2010	
<b>Trade Accounts Receivable Reconciliation</b>	
Trade accounts receivable, beginning of month, gross	\$ 1,336,560
Amounts billed during the period	247,408
Amounts collected during the period	(226,723)
Other	3,853
Trade accounts receivable at the end of month, gross	\$ 1,361,098
<b>Trade Accounts Receivable Aging</b>	
Current	\$ 949,513
1-30 days past due	251,780
31-60 days past due	175,204
+61 days past due	(15,399)
Trade accounts receivable, gross	1,361,098
Allowance for doubtful accounts	(225,446)
Trade accounts receivable, net	\$ 1,135,651
<b>Notes and Accounts Receivable Reconciliation</b>	
Trade accounts receivable, net	\$ 1,135,651
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ 1,135,651

Chart 6

Remedium Group, Inc. Accounts Receivable Reconciliation and Aging MOR-5 February 2010	
<b>Trade Accounts Receivable Reconciliation</b>	
Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -
<b>Trade Accounts Receivable Aging</b>	
Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -
<b>Notes and Accounts Receivable Reconciliation</b>	
Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	-
Total notes and accounts receivable, net	\$ -



Chart 6

**Gloucester New Communities Company, Inc.**  
**Accounts Receivable Reconciliation and Aging**  
**MOR-5**  
**February 2010**

**Trade Accounts Receivable Reconciliation**

Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -

**Trade Accounts Receivable Aging**

Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -

**Notes and Accounts Receivable Reconciliation**

Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	91,572
Total notes and accounts receivable, net	\$ 91,572

Chart 6

**Grace Europe, Inc.**  
**Accounts Receivable Reconciliation and Aging**  
**MOR-5**  
**February 2010**

**Trade Accounts Receivable Reconciliation**

Trade accounts receivable, beginning of month, gross	\$ -
Amounts billed during the period	-
Amounts collected during the period	-
Other	-
Trade accounts receivable at the end of month, gross	\$ -

**Trade Accounts Receivable Aging**

Current	\$ -
1-30 days past due	-
31-60 days past due	-
+61 days past due	-
Trade accounts receivable, gross	-
Allowance for doubtful accounts	-
Trade accounts receivable, net	\$ -

**Notes and Accounts Receivable Reconciliation**

Trade accounts receivable, net	\$ -
Customer notes and drafts receivable	-
Pending customer credit notes	-
Advances and deposits	-
Nontrade receivables, net	78,112
Total notes and accounts receivable, net	\$ 78,112

Chart 7

<b>W.R. Grace &amp; Co., et al</b> <b>Debtor Questionnaire</b> <b>MOR - 5</b> <b>February 28, 2010</b>		
	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X
2. Have any funds been disbursed from any account other than a debtor in possession account for this reporting period? If yes, provide an explanation below.		See Note #5 below
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in affect? If no, provide and explanation below.	X	
5. Are post-petition accounts payable and tax obligations current and paid to date? If no, provide an explanation.	X (unless disputed in normal course of business)	

**Note #5**

As part of the first day orders submitted to the court on April 2, 2001, an application for the Debtors to (a) continue and maintain their consolidated cash management system, (b) continue and maintain their existing bank accounts and (c) continue to use existing business forms and granting related relief was included. The Debtors have continued to use their existing bank accounts and no new debtor in possession accounts have been established.

List assets sold/transferred outside the normal course of business over \$25,000:		
Description of Asset	Sale Date	Proceeds

## **Combined Chapter 11 Filing Entity Statements**

Chart 8

W. R. Grace & Co. - Chapter 11 Filing Entities Combined Statements of Operations				
In millions	Month Ended February 28,		Two Months Ended February 28,	
	2010	2009	2010	2009
Net sales to third parties	\$ 62.4	\$ 70.9	\$ 123.6	\$ 140.1
Net sales to non-filing entities	20.1	41.1	35.0	71.3
Interest and royalties from non-filing entities	3.8	2.8	6.6	5.6
	86.3	114.8	165.2	217.0
Cost of goods sold to third parties	40.5	49.5	80.1	105.8
Cost of goods sold to related parties	(0.3)	-	(0.5)	-
Cost of goods sold to non-filing entities	13.1	35.7	22.5	62.0
Selling, general and administrative expenses	19.6	31.7	39.5	56.3
Restructuring costs	-	3.7	-	3.7
Depreciation and amortization	5.7	4.5	11.3	9.0
Research and development expenses	2.8	3.0	5.5	6.2
Defined benefit pension expense	5.8	5.9	11.6	12.0
Interest expense	2.8	2.9	6.3	6.0
Other (income) expense, net	(0.2)	1.8	(1.3)	9.4
Provision for environmental remediation	-	-	-	-
Chapter 11 expenses, net of interest income	1.7	2.2	4.6	4.5
	91.5	140.9	179.6	274.9
Income (loss) before income taxes and equity in net income of non-filing entities	(5.2)	(26.1)	(14.4)	(57.9)
Benefit from (provision for) income taxes	(1.8)	9.1	(1.4)	17.7
Income (loss) before equity in net income of non-filing entities	(7.0)	(17.0)	(15.8)	(40.2)
Equity in net income (loss) of non-filing entities	11.9	(1.7)	21.6	5.7
Net income (loss)	\$ 4.9	\$ (18.7)	\$ 5.8	\$ (34.5)

**W. R. Grace & Co. - Chapter 11 Filing Entities**  
**Combined Functional Basis Statements of Cash Flows**

<i>In millions</i>	<b>Two Months Ended February 28, 2010</b>	<b>Two Months Ended February 28, 2009</b>
<b><u>Core operations cash flow</u></b>		
Pre-tax income (loss) from core operations	\$ 2.0	\$ (15.2)
Depreciation and amortization	11.3	9.0
Contributions to defined benefit pension plans	13.3	(6.2)
Change in Non-Filing entity operating loans and Investment	(9.7)	(8.5)
Changes in all core assets/liabilities and other	1.8	3.0
	3.8	123.9
<b>Core Pre-tax Operating Cash Flow</b>	<b>9.2</b>	<b>112.2</b>
Capital expenditures	(6.4)	(7.4)
<b>Core Pre-tax Operating Cash Flow</b>	<b>2.8</b>	<b>104.8</b>
<b><u>Charges against core reserves</u></b>		
Restructuring expenses	(0.1)	-
Payments for restructuring expenses	(0.6)	-
Self insurance	-	(0.3)
<b>Total Spending Against Core Reserves</b>	<b>(0.7)</b>	<b>(0.3)</b>
<b>Core Cash Flow</b>	<b>2.1</b>	<b>104.5</b>
<b><u>Noncore cash flow</u></b>		
Sales of investment securities	-	3.7
Legal fees	-	(11.0)
Other noncore pre-tax cash flow	(1.1)	(1.3)
<b>Noncore Pre-tax Cash Flow</b>	<b>(1.1)</b>	<b>(8.6)</b>
<b><u>Charges against noncore reserves</u></b>		
Environmental remediation	(0.8)	(0.9)
Retained obligations and other	(0.2)	(0.3)
Postretirement benefits	0.5	(1.7)
	(0.5)	(2.9)
<b>Noncore Cash Flow</b>	<b>(1.6)</b>	<b>(11.5)</b>
<b>Total Pre-tax/Pre-interest/Pre-Chapter 11 Cash Flow</b>	<b>0.5</b>	<b>93.0</b>
Cash paid for taxes, net of refunds	-	(96.3)
Cash paid for interest, net	0.2	0.1
Chapter 11 reorganization expenses paid	(6.1)	(10.0)
<b>Cash Flow before Strategic Investments</b>	<b>(5.4)</b>	<b>(13.2)</b>
<b><u>Strategic Investments</u></b>		
Proceeds from exercise of stock options	3.2	-
<b>Cash used for Strategic Investments</b>	<b>3.2</b>	<b>-</b>
<b>Cash Flow after Strategic Investments</b>	<b>(2.2)</b>	<b>(13.2)</b>
Borrowings (repayments) under DIP facility	(0.4)	(0.4)
Net (investing)/financing activities under life insurance policies	-	(1.0)
<b>Net Cash Flow</b>	<b>\$ (2.6)</b>	<b>\$ (14.6)</b>

Chart 10

W. R. Grace & Co. - Chapter 11 Filing Entities Combined Balance Sheets			
Amounts in millions	February 28, 2010	December 31, 2009	April 2, 2001
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and cash equivalents	\$ 682.9	\$ 685.5	\$ 8.6
Investment securities	-	-	-
Cash value of life insurance policies, net of policy loans	-	-	-
Trade accounts receivable, less allowance of \$2.4 (2009 - \$3.0, Filing Date - \$0.7)	89.8	74.6	32.3
Accounts receivable - unconsolidated affiliate	12.0	16.9	-
Receivables from non-filing entities, net	55.3	64.5	51.2
Inventories	103.9	86.5	80.6
Deferred income taxes	24.6	29.2	80.9
Asbestos-related insurance expected to be realized within one year	-	-	17.0
Other current assets	39.9	21.4	33.4
<b>Total Current Assets</b>	<b>1,008.4</b>	<b>978.6</b>	<b>304.0</b>
Properties and equipment, net	395.1	399.6	400.4
Goodwill	25.3	25.3	13.6
Deferred income taxes	843.3	808.5	401.0
Asbestos-related insurance expected to be realized after one year	500.0	500.0	323.4
Loans receivable from non-filing entities, net	370.3	388.9	387.5
Investment in non-filing entities	267.0	254.0	121.0
Overfunded defined benefit pension plans	0.2	0.2	-
Deferred pension costs	-	-	236.0
Investment in unconsolidated affiliates	48.5	45.8	-
Other assets	54.9	44.9	136.6
<b>Total Assets</b>	<b>\$ 3,513.0</b>	<b>\$ 3,445.8</b>	<b>\$ 2,323.5</b>
<b>LIABILITIES AND EQUITY (DEFICIT)</b>			
<b>Liabilities Not Subject to Compromise</b>			
<b>Current Liabilities</b>			
Debt payable within one year	\$ 0.2	\$ 0.2	\$ -
Loan payable - unconsolidated affiliate	1.7	1.8	-
Accounts payable	82.8	67.9	-
Accounts payable - unconsolidated affiliate	-	0.3	-
Other current liabilities	140.2	126.6	-
<b>Total Current Liabilities</b>	<b>224.9</b>	<b>196.8</b>	<b>-</b>
Debt payable after one year	0.3	0.3	-
Underfunded defined benefit pension plans	355.2	359.6	-
Loan payable - unconsolidated affiliate - long term	10.5	10.5	-
Other liabilities	31.0	30.6	31.5
<b>Total Liabilities Not Subject to Compromise</b>	<b>621.9</b>	<b>597.8</b>	<b>31.5</b>
<b>Liabilities Subject to Compromise</b>			
Pre-petition debt plus accrued interest	855.0	850.6	511.5
Drawn letters of credit plus accrued interest	31.7	31.4	-
Income tax contingencies	150.2	117.9	242.1
Asbestos-related contingencies	1,700.0	1,700.0	1,002.8
Environmental contingencies	147.7	148.4	164.8
Postretirement benefits	172.7	171.2	256.2
Other liabilities and accrued interest	129.0	127.6	188.6
<b>Total Liabilities Subject to Compromise</b>	<b>3,186.3</b>	<b>3,147.1</b>	<b>2,366.0</b>
<b>Total Liabilities</b>	<b>3,808.2</b>	<b>3,744.9</b>	<b>2,397.5</b>
<b>Equity (Deficit)</b>			
Common stock	0.8	0.8	0.8
Paid in capital	446.9	445.8	432.6
Accumulated deficit	(169.6)	(175.4)	(201.8)
Treasury stock, at cost	(53.0)	(55.9)	(136.4)
Accumulated other comprehensive loss	(520.4)	(514.5)	(169.5)
<b>Total W.R. Grace &amp; Co. Chapter 11 Filing Entities Shareholders' Equity (Deficit)</b>	<b>(295.3)</b>	<b>(299.2)</b>	<b>(74.3)</b>
Noncontrolling interest	0.1	0.1	0.3
<b>Total Equity (Deficit)</b>	<b>(295.2)</b>	<b>(299.1)</b>	<b>(74.0)</b>
<b>Total Liabilities and Equity (Deficit)</b>	<b>\$ 3,513.0</b>	<b>\$ 3,445.8</b>	<b>\$ 2,323.5</b>

**W. R. Grace & Co.**  
**Filing Entity Supplemental Financial Information**  
**February 28, 2010**

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**Basis of Presentation**

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The interim Combined Financial Statements presented herein represent the results of operations, cash flows and financial position of the Debtors. These financial statements pertain to periods beginning with, and subsequent to, the Filing Date and have been prepared in conformity with requirements of the Bankruptcy Court. Consequently, these financial statements do not purport to present the financial performance of W. R. Grace & Co. in conformity with U.S. generally accepted accounting principles which would require the consolidation of all controlled subsidiaries and more extensive notes and analysis related to the worldwide operations of W. R. Grace & Co. Financial activity of non-Debtor entities is not presented herein. However, all non-Debtor entities are either directly or indirectly controlled by the Debtors and, accordingly, non-Debtor financial results are reflected under the equity method of accounting. These financial statements are unaudited and should be read in conjunction with the consolidated financial statements presented in the Company's 2009 Annual Report on Form 10-K and other periodic filings with the U.S. Securities and Exchange Commission.

These interim Combined Financial Statements reflect all adjustments that, in the opinion of management, are necessary for a fair presentation of the results of the interim periods presented under U.S. generally accepted accounting principles; all such adjustments are of a normal recurring nature. All significant inter-Debtor accounts and transactions have been eliminated. Transactions and balances with non-Debtor entities are separately disclosed.

The results of operations for the two-month interim period ended February 28, 2010 are not necessarily indicative of the results of operations for the year ending December 31, 2010.



**Other Balance Sheet Accounts**

<i>(In millions)</i>	<b>February 28, 2010</b>	<b>Filing Date</b>
<b>Inventories</b>		
Raw materials .....	\$ 22.9	\$ 20.3
In process .....	18.1	16.2
Finished products .....	51.1	63.8
Other .....	11.8	9.6
Less: Adjustment of certain inventories to a last-in/first-out (LIFO) basis .....	--	(29.3)
	<b>\$ 103.9</b>	<b>\$ 80.6</b>
<b>Other Assets</b>		
Deferred charges .....	18.8	40.4
Cash value of life insurance policies, net of policy loans .....	4.4	64.1
Long-term receivables .....	0.3	1.9
Long-term investments .....	3.7	2.1
Patents, licenses and other intangible assets, net .....	15.8	25.2
Fair value of currency forward contracts .....	11.9	--
Other assets .....	--	2.9
	<b>\$ 54.9</b>	<b>\$ 136.6</b>
<b>Other Current Liabilities</b>		
Accrued compensation .....	\$ 53.2	\$ --
Accrued commissions .....	5.4	--
Customer programs .....	15.9	--
Accrued freight .....	3.8	--
Accrued reorganization fees .....	14.2	--
Fair value of commodity contracts .....	1.5	--
Other accrued liabilities .....	46.2	--
	<b>\$ 140.2</b>	<b>\$ --</b>
<b>Other Liabilities</b>		
Deferred royalty income – non-filing entities .....	\$ --	\$ 31.5
Accrued compensation .....	3.0	--
Other accrued liabilities .....	28.0	--
	<b>\$ 31.0</b>	<b>\$ 31.5</b>
<b>Other Liabilities Subject to Compromise</b>		
Accrued interest on pre-petition liabilities .....	52.8	--
Accounts payable .....	31.2	43.0
Retained obligations of divested businesses .....	29.1	43.5
Other accrued liabilities .....	15.9	102.1
	<b>\$ 129.0</b>	<b>\$ 188.6</b>

Accrued compensation in the table above includes salaries and wages as well as estimated current amounts due under the annual and long-term incentive programs.

**Debt**

On February 28, 2010 and the Filing Date, Grace's debt was as follows:

<b>Components of Debt</b> <i>(In millions)</i>	<b>February 28, 2010</b>	<b>Filing Date</b>
<b>Debt payable within one year</b>		
DIP facility.....	\$ --	\$ --
Other short-term borrowings and related fees payable .....	0.2	--
	<b>\$ 0.2</b>	<b>\$ --</b>
<b>Debt payable after one year</b>		
DIP facility.....	\$ --	\$ --
Other long-term borrowings .....	0.3	--
	<b>\$ 0.3</b>	<b>\$ --</b>
<b>Debt Subject to Compromise</b>		
Bank borrowings .....	\$ 500.0	\$ 500.0
Accrued interest on bank borrowings.....	355.0	
Drawn letters of credit.....	25.9	--
Accrued interest on drawn letters of credit .....	5.8	--
8.0% Notes Due 2004.....	--	5.7
7.75% Notes Due 2002.....	--	2.0
Other borrowings .....	--	1.2
Accrued interest.....	--	2.6
	<b>\$ 886.7</b>	<b>\$ 511.5</b>
Annualized weighted average interest rates on total debt	<b>3.3%</b>	<b>6.1%</b>

The Debtors entered into a debtor-in-possession (DIP) credit facility with a syndicate of lenders that provided for up to \$165 million of revolving loans and face amount of letter of credit. The DIP facility is secured by a priority lien on substantially all assets of the Debtors with the exclusion of the capital stock of non-U.S. subsidiaries, and bears interest based on the London Interbank Offered Rate (LIBOR). On February 16, 2010, the Bankruptcy Court granted Grace the authority to terminate the DIP facility and replace it with a \$100 million cash-collateralized letter of credit facility with a commercial bank to support current outstanding and new letters of credit.

As of February 28, 2010, the Debtors had no revolving loans and \$70.4 million of standby letters of credit issued and outstanding under the DIP facility. These letters of credit reduced the aggregate unused availability for revolving loans and letters of credit, as of the April 1, 2008 effective date of the amended DIP facility, to \$94.6 million. The letters of credit were issued mainly for trade-related matters such as performance bonds, as well as certain insurance and environmental matters.